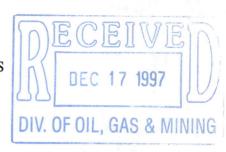


## STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple Suite 1210 Box 145801

Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291 Fax: (801) 359-3940



## ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

| 1.  | General Information |   |  |  |
|-----|---------------------|---|--|--|
|     | 1.                  | Report Time Period: From (mo./yr.) 12/96 To (mo./yr.) 12/97                             |  |  |
|     | 2.                  | DOGM File Number (Mine No): S 1023/040  |  |  |
|     | 3.                  | Mine Name: Chief # 2  |  |  |
|     | 4.                  | Mineral(s) Mined (or permitted to mine):  |  |  |
|     | 5.                  | Type of mine ☐ Surface Mine or ☐ Underground Mine                                       |  |  |
|     | .6.                 | Legal Description (Location of Lands Affected):   |  |  |
|     |                     | <u>SE</u> 1/4,1/4,1/4, Section <u>18</u> , Township <u>10 S</u> , Range <u>2 W</u>      |  |  |
|     |                     | 1/4,1/4,1/4, Section, Township, Range   |  |  |
|     |                     | 1/4,1/4, Section, Township, Range   |  |  |
| 7.  | Name o              | of Operator or Company: Chief Consolidated Mining Co.                                   |  |  |
|     | 8.                  | Permanent Street Address: Knightsville Rd. P.O. Box 270                                 |  |  |
|     |                     | City, State, Zip: EUICKA, UT 84628  |  |  |
|     |                     | Phone: 801-433-4881   |  |  |
| _   | 9.                  | Company Representative (or designated operator):  |  |  |
|     |                     | Name: Adren Underwood   |  |  |
|     |                     | Title: <u>Mining Manager</u>  |  |  |
|     |                     | Business Address: P.O. Box 270  |  |  |
|     |                     | City, State, Zip: Eurcka UT 84628   |  |  |
|     |                     | Phone: 801- 433- 4881   |  |  |
|     |                     | $\square$ Please check if any of the above information has changed since previous year. |  |  |
| II. | Minino              | and Reclamation   |  |  |
|     | 11200000            |   |  |  |
|     | 1.                  | Was the mine active during the past year? Yes No □                                      |  |  |
|     | 2.                  | If active, how much ore or mineral was mined? Exploration Unly                          |  |  |
|     | 3.                  | If inactive, what year was the mine last active?  |  |  |

|                     | 3.         | How much additional acreage was disturbed during the past year? \( \lambda o n \) \( \ell \)  |
|---------------------|------------|---|
|                     | 4.         | Briefly describe any new or additional surface disturbances that occurred during the past year. This description should include the type of work performed, and volume of material moved.  Mone |
|                     |            |   |
| 5.                  |            | How much acreage was reclaimed during the past year?  |
| 6.                  |            | Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.                                       |
|                     |            | N/A   |
| _                   |            |   |
| 7.                  |            | What is the total disturbed acreage at years end?   |
| 8.                  |            | Briefly summarize any mining and/or reclamation plans for the upcoming year.  |
|                     |            |   |
| NOTE:               |            | Section III., "Additional Information" applies only to large mining operations.   |
| III. <u>Additio</u> | nal l      | Information   |
| 1.                  |            | An updated surface facilities map should be attached if there have been significant changes since the previous was submitted.   |
| 2.                  |            | Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.  |
| IV. <u>Signat</u>   | <u>ure</u> | <u>Requirement</u>  |
| I h                 | eret       | by certify that the foregoing is true and correct.  |
|                     |            | Name (Typed or Print): Adren Underwood  |
|                     |            | Title of Operator:  |
|                     |            | Signature of Operator:  |
|                     |            | Date: $\frac{12/15/97}{}$   |
| jb<br>MR-AR         |            | <del></del>   |